

Table 1. Lithuania: Performance Criteria, Benchmarks and Indicative Targets Under Stand-By Arrangement, January 2000 - March 2001 1/

Variables and Periods	Performance Criteria/ Indicative Targets		Outcomes	
	Unadjusted	Adjusted		
I. Maintenance of exchange rate under currency board arrangement Duration of the stand-by arrangement			Observed	
II. Full foreign exchange cover for currency board liabilities (in percent of reserve money) Duration of the stand-by arrangement				
March 31, 2000	100	...		156
June 30, 2000	100	...		165
September 30, 2000	100	...		142
III. Minimum level for total reserve deposits of banks with the Bank of Lithuania, calculated as for the reserve maintenance period and expressed as a percentage of eligible commercial bank liabilities:				
Through October 13	8	...		Observed
From October 14	6	...		...
IV. No accumulation of external payments arrears by the Government				Observed
V. Ceilings on general government fiscal balance; 2/ 3/ cumulative from January 1, 2000 to:		(In millions of Litai)		
March 31, 2000	426	441		487
June 30, 2000	746	791		803
September 30, 2000	992	1069		1023
December 31, 2000 (initial target)	1225	...		...
December 31, 2000 (revised target)	1475	...		...
March 31, 2001 (initial target)	1225	...		...
March 31, 2001 (revised target)	1746	...		...
VI. Ceilings on general government net lending; 2/ cumulative from January 1, 2000 to:				
March 31, 2000	72	87		111
June 30, 2000	58	103		118
September 30, 2000	44	121		293 4/
March 31, 2001 (initial target)	30	...		...
December 31, 2000 (revised target)	243	...		...
March 31, 2001 (initial target)	30	...		...
March 31, 2001 (revised target)	262	...		...
VII. Ceilings on stock of general government guarantees for domestic borrowing:				
December 31, 1999 (actual)	593	...		593
March 31, 2000	547	...		565
June 30, 2000	527	...		499
September 30, 2000	487	...		451
December 31, 2000 (initial target)	456	...		...
December 31, 2000 (revised target)	489	...		...
March 31, 2001 (initial target)	350	...		...
March 31, 2001 (revised target)	489	...		...
VIII. Ceilings on stock of outstanding general government payment obligations:				
December 31, 1999 (actual)	590	...		593
March 31, 2000	443	...		470
June 30, 2000	295	...		443
September 30, 2000	148	...		317
December 31, 2000 (initial target)	0	...		...
December 31, 2000 (revised target) 5/	0	...		...
March 31, 2001 5/	0	...		...
		(In millions of U.S. Dollars)		
IX. Floors on net foreign exchange coverage of the currency board arrangement:				
March 31, 2000	-127	...		-85
June 30, 2000	-127	...		-69
September 30, 2000	-127	...		-60
December 31, 2000	-127	...		...
March 31, 2001	-127	...		...
X. Ceilings on contracted public and publicly guaranteed medium- and long-term external debt; cumulative from				
January 1, 2000, until:	All	1-5 yr	All	1-5 yr
	maturities	maturity	maturities	maturity
March 31, 2000	359	288	282	261
June 30, 2000	429	308	300	277
September 30, 2000	594	327	528	357
December 31, 2000 (initial target)	703	395	...	...
December 31, 2000 (revised target) 6/	703	470	...	...
March 31, 2001 (initial target)	723	405	...	...
March 31, 2001 (revised target) 6/	996	670	...	...
XI. Ceilings on the outstanding stock of external government debt with maturity of less than one year: 7/ duration of the standby arrangement				
	0			0

Sources: Lithuanian authorities; and Fund staff estimates and projections.

1/ Initial targets for end-March, end-June and end-September, and revised targets for end-December and end-March under items III, V, VII, VIII, IX, X and XI are performance criteria, and item VI is a benchmark.

2/ Ceilings will be increased by the amounts that actual on-lending of already committed project loans from IFIs exceed the programmed amounts (with a maximum adjustment of LTL 193 million based on a quarterly project-by-project list).

3/ The end-March ceiling will be increased by the amount that the actual investment projects included in the attached quarterly list exceeds the program target of LTL 27 million (with a maximum adjustment of LTL 27 million on a project-by-project basis).

4/ Of which: not initially budgeted defaults LTL 146 million.

5/ Applies to the central government.

6/ The term debt has the meaning set forth in point No.9 of the Guidelines on Performance criteria with Respect to Foreign Debt, adopted August 24, 2000.

7/ Excluding import-related credits and short-term credit lines of municipalities with resident banks.

Table 2. Lithuania: Structural Benchmarks Under
Stand-By Arrangement

Action	Timing	Status
1. Take legal steps required for the establishment of Reserve Stabilization Fund	June 30, 2000	end-March 2001
2. Present draft Organic Budget Law to Seimas	March 31, 2000	Adopted by Seimas at end July
3. Engage advisors for privatization of Lithuanian Power Company	April 1, 2000	Done
4. Bring Agricultural Bank to the point of sale	April 30, 2000	Done
5. Bring Savings Bank to the point of sale	September 30, 2000	Done
6. Abolish all remaining export taxes	December 31, 2001	Done
7. Reverse the temporary anti-crisis measures provided for in Government Resolution No. 1122, 1998	November 1, 2000	Done
8. Bring an electricity distribution company to the point of sale	March 31, 2001	

Table1. Lithuania: General Government Financing, 1999-2000

	1999	2000		
	Q4	Q1	Q2	Q3
Stocks, millions of litai (end of period)				
Domestic Credit to Government				
Short term loans and advances to central government (DMB)	41.5	41.5	41.5	7.6
Long term loans and advances to central government (DMB)	129.3	121.6	118.0	135.0
Claims on municipal governments (DMBs)	212.3	214.2	203.1	239.4
Claims on social insurance fund (DMBs)	157.8	228.0	243.4	234.6
Government securities (DMBs)	816.1	825.3	887.0	1,150.1
Government securities (OBIs)	19.1	19.2	19.2	19.2
Savings bonds	52.1	75.6	87.3	113.8
Treasury Bills (at issue value)	1,101.1	1,220.3	1,327.1	1,463.0
Held by DMBs	485.3	524.4	611.4	556.2
Held by OBIs	14.8	18.7	23.1	28.1
Held by Nonbanks	601.1	677.2	692.6	878.7
Total adjusted credit to government	1,694.1	1,901.1	2,020.4	2,193.4
Government Deposits				
Central government deposits (BOL)	302.1	927.9	1,246.9	994.4
Central government deposits (DMB)	556.9	672.6	723.4	906.3
Central government deposits (OBIs)	145.1	132.7	104.6	105.6
Municipal government deposits (DMBs)	98.1	108.0	119.6	194.9
Privatization funds (DMBs)	197.0	225.3	174.6	151.9
Social insurance fund (DMB)	76.4	26.2	30.1	35.8
Float between government accounts				
General government deposits	1,375.6	2,092.8	2,399.2	2,388.9
Net-domestic credit to general government	318.5	-191.7	-378.8	-195.5
of which: bank credit to general government	-334.7	-944.5	-1,158.7	-1,188.1
<i>Memorandum item:</i>				
Government lending funds (DMBs), excluding privatization	358.4	333.0	-25.0	48.0
Flows, millions of litai (end of period)				
Net domestic Financing (change in net-domestic credit to government)	-576.8	-510.2	-187.1	183.3
Net lending	504.7	110.6	6.8	175.4
Borrowing (Foreign loans disbursed)	1,869.3	987.5	61.3	535.4
Amortization (- Repaid foreign loan principal)	276.1	36.5	127.0	571.1
Net flows of funds	1,593.2	951.0	-65.7	-35.7
Net privatization proceeds	36.4	45.8	602.0	72.4
Financial deficit (- indicates surplus)	548.2	411.6	342.3	44.6
Cumulative financial deficit	2,629.0	411.6	753.9	798.5
General government fiscal deficit (-indicates surplus)	1,052.9	486.6	316.2	220.0
Adjustment for repayments to nonbanks	0.0	0.0	-33.0	0.0
Cumulative fiscal deficit	3,635.4	486.6	802.8	1,022.7

Sources: Ministry of Finance; and Fund staff calculations.

Table 2. Lithuania: Investment Projects Financed by Official Bilateral and Multilateral Lenders, 2000
(In millions of Litai)

Project	Lender	MOF No.	Planned Disbursement 2000 (MOF) 2/
1 Lithuanian Energy (Power Rehabilitation)	WB	0019	36.5
2 Klaipeda Water	WB	0020	8.5
3 Bank of Lithuania (EFSAP)	WB	0021.1	1.0
4 Klaipeda State Seaport Authority (Klaipeda Port Project)	WB		...
5 Siauliai Water	WB	0032	10.0
6 CJSC "Geotherma" (Klaipeda Geothermal)	WB	0033	9.7
7 Housing Credit Foundation (Energy Efficiency/Housing Pilot)	WB	0034	16.8
8 Agriculture Sector (Private Agriculture Development)	WB	0035	38.0
9 Via Baltika	EIB	0036	33.6
10 Via Baltika	EBRD	0037	17.5
11 Lithuanian Roads	EIB	0038	1.2
12 Via Baltika	NIB	0039	5.6
13 Ministry of SS and Labor (Social Policy and Community Services)	WB	0042	6.0
14 Ministry of SS and Labor (Housing Provision for Returning Deportees)	ESDF 1/	0043	3.0
15 Lithuanian Railways	EIB	0046.1	38.0
16 Lithuanian Railways	EIB	0046.2	2.3
17 State Border Control System	KfW	0050	7.6
18 Lithuanian Roads	EIB	0053	63.3
19 Municipalities (Environment Investment Project and Other Mun. Projects)	NIB	0052	20.0
20 Ministry of Social Security and Labor (Social Services Infrastructure)	ESDF 1/	0058	1.5
21 Via Baltika	JEXIM	0023.3	9.4
22 Panevezys Municipality (Waste Water Treatment)	EIB	0060	5.0
23 Municipalities (Municipal Development Project)	WB	0066	20.0
24 Municipalities (Municipal Investment Project)	EIB	0059	10.0
25 Ministry of Health (Health Project)	WB	0069	8.2
Total			372.7
Net Lending Indicative Target			

Sources: Technical Memorandum for Standby Arrangement; Ministry of Finance.

1/ European Social Development Fund

2/ Projected to be equally distributed over quarters.

Table 2 (continued). Lithuania: Investment Projects Financed by Official Bilateral and Multilateral Lenders
(In thousands of Litai)

Nr.	Creditor	Reg. Nr.	2001	2001			
				Q1	Q2	Q3	Q4
1	World Bank (Lithuanian Energy)	0019	28,000	7,000	7,000	7,000	7,000
2	World Bank (Klaipėda Water)	0020	6,400	3,200	3,200		
6	World Bank (Šiauliai Water)	0032	6,800	1,700	1,700	1,700	1,700
7	World Bank (CJSC "Geoterma")	0033	6,000	3,000	3,000		
8	World Bank (The Housing Credit Foundation)	0034	14,000	3,500	3,500	3,500	3,500
9	World Bank (Agriculture Sector)	0035	27,800	6,950	6,950	6,950	6,950
14	World Bank (Ministry of Social Security and Labor)	0042	4,661	1,165	1,165	1,165	1,165
15	Europe Social Development Fund (Ministry of Social Security and Labor)	0043	2,536	634	634	634	634
16	European Investment Bank (Lithuanian Railways)	0046.1	26,440	6,610	6,610	6,610	6,610
17	European Investment Bank (Lithuanian Railways)	0046.2	25,304	8,326	6,326	5,326	5,326
19	NIB (municipality 20 mln. EUR)	0052	40,000	10,000	10,000	10,000	10,000
20	Europe Social Development Fund (Ministry of Social Security and Labor)	0058	5,459	1,365	1,365	1,365	1,365
21	European Investment Bank(municipality 15 mln. EUR)	0059	7,600	1,900	1,900	1,900	1,900
22	European Investment Bank (Panevėžio municipality - 6 mln. EUR)	0060	1,000	250	250	250	250
23	World Bank (municipality -18,89 mln EUR)	0066	68,000	17,000	17,000	17,000	17,000
24	World Bank (health project -21 mln. USD)	0069	20,000	2,500	5,000	7,500	5,000
	New projects						
25	World Bank (Education project 25 mln USD)		2,000	0	0	2,000	0
26	World Bank (Energijos taupymo 8 mln. USD)		8,000	2,000	2,000	2,000	2,000
27	Soc. Development Fund (School renovation project 12,5 mln.USD)		20,000	0	6,000	6,000	8,000
	Total		320,000	77,100	83,600	80,900	78,400

Table 3. Lithuania: State Budget Expenditures on Investment Projects Financed from Borrowed Resources, 2001
(In millions of Litai)

	2001				
	Year	Q1	Q2	Q3	Q4
Total	207.75	51.94	51.94	51.94	51.94
Ministries	140.01	35.00	35.00	35.00	35.00
Ministry of National Defense	53.76	13.44	13.44	13.44	13.44
Ministry of Culture	8.32	2.08	2.08	2.08	2.08
Ministry of Social Security and Labor	9.72	2.43	2.43	2.43	2.43
Ministry of Health	39.47	9.87	9.87	9.87	9.87
Ministry of Education and Science	28.75	7.19	7.19	7.19	7.19
Regions	40.00	10.00	10.00	10.00	10.00
Departments, Services, and Inspectorates	8.20	2.05	2.05	2.05	2.05
Department of Sciences and Studies under the Ministry of Education and Science	8.20	2.05	2.05	2.05	2.05
Enterprises and Organizations	0.37	0.09	0.09	0.09	0.09
Education, culture and other institutions and organizations	19.17	4.79	4.79	4.79	4.79
Science and studies	19.13	4.78	4.78	4.78	4.78
Public enterprises: translation, documentation and information center	0.04	0.01	0.01	0.01	0.01

Table 4. Lithuania: Ceilings on Stock of General Government Guarantees for Domestic Borrowing
(In millions of Litai)

	2000								2001	
	Q1	Limit	Q2	Limit	Q3	Limit	Q4	Limit	Q1	Limit
Total	564.8	547.0	498.5	527.0	450.9	487.0	489.0		489.0	
Special agencies	251.8	290.0	228.2	290.0	242.5	270.0	283.0		270.0	
Agricultural marketing agency	240.4	260.0	215.0	255.0	230.5	225.0	233.0		230.0	
<i>of which: SAPARD program cofinancing</i>	-	-	-	-		-	-		20.0	
Export and import credit insurance agency	11.5	30.0	13.2	35.0	12.0	45.0	50.0		40.0	
SoDra	176.9	177.0	175.0	177.0	175.0	177.0	177.0		177.0	
Other	136.1	80.0	95.3	60.0	33.3	40.0	29.0		42.0	
Lithuanian Gas	61.7	0.0	61.7	0.0	0.0	0.0	0.0		0.0	
Lithuanian Power Company	40.0	0.0	0.0	0.0	0.0	0.0	0.0		0.0	
Ministry of Agriculture	7.5	0.0	7.5	0.0	7.4	0.0	0.0		0.0	
Panevėžio Stiklas	11.9	0.0	11.8	0.0	11.7	0.0	0.0		0.0	
Other	15.1	0.0	14.4	0.0	14.2	0.0	0.0		0.0	

Table 5. Lithuania: Stock of General Government Outstanding Payment Obligations, 1999-2000
(In millions of Litai, unless otherwise indicated)

	1999	2000		
	Dec. 31	Apr. 1	Jul. 1	Oct. 1
Total outstanding payment obligations	593.9	470.4	443.1	317.2
(in percent of annual GDP)	1.4	1.1	1.0	0.7
State government	125.4	81.4	86.0	64.6
Wages and salaries	7.9	4.9	6.5	3.1
Other expenditure	117.5	76.5	79.5	61.5
Municipalities	154.5	233.3	236.6	182.5
Wages and salaries	14.3	21.2	11.3	6.6
Other expenditure	140.2	212.1	225.3	175.9
SoDra	0.0	0.0	0.0	0.0
Pensions, wages and salaries	0.0	0.0	0.0	0.0
Other expenditure	0.0	0.0	0.0	0.0
Health Insurance Fund	0.0	14.4	55.1	23.4
Payments to health care providers	0.0	0.0	0.0	0.0
Wages and salaries	0.0	0.0	0.0	0.0
Other expenditure	0.0	14.4	55.1	23.4
Privatization Fund	0.0	2.8	0.0	0.0
Wages and salaries	0.0	0.0	0.0	0.0
Other expenditures	0.0	2.8	0.0	0.0
Rural Support Fund	230.7	128.8	61.9	19.0
Wages and salaries	0.0	0.0	0.0	0.0
Other expenditure	230.7	128.8	61.9	19.0
Road Fund	83.3	9.7	3.5	27.7
Wages and salaries	0.0	0.0	0.0	0.0
Other expenditure	83.3	9.7	3.5	27.7
<i>Memorandum item:</i>				
GDP	42,649	44,530	44,530	44,530

Sources: Ministry of Finance; municipalities; and extrabudgetary funds.

Table 6: Newly Contracted Public External Loan Guarantees for Project Loans from Official Lenders (IFIs) in 2001 and Planned Disbursements

Name of the Project	Spending Agency	Source of Financing	State Guarantee		Disbursements		Outstanding at 12/31/00	
			in LTU mn.	in US\$ mn.	in LTU mn.	in US\$ mn.	in LTU mn.	in US\$ mn.
2000								
Track rehabilitation in transportation corridor IX	Lithuanian Railway	EBRD	216.00	54.00			216.00	54.00
		EIB	67.40	16.85	53.00	13.25	14.40	3.60
Reconstruction of Klaipeda seaport entrance	Klaipedos Seaport	World Bank	112.00	28.00	25.00	6.25	87.00	21.75
Reconstruction of quays		EIB	45.00	11.25	15.00	3.75	30.00	7.50
Implementation of gas project #2	SC Lietuvos dujos	EIB, KF	120.00	30.00	90.00	22.50	30.00	7.50
Modernization of the Kaunas district heating system	Kaunas City (Municipality)	EBRD	168.00	42.00	29.20	7.30	138.80	34.70
Total			728.40	182.10	212.20	53.05	516.20	129.05
2001								
Eurobonds	Ministry of Finance	World Bank	0	0	800.00	200.00	...	...
Projects	Ministry of Finance	World Bank	0	0	8.00	2.00	...	...
Total			0	0	808.00	202.00	...	...